

Lieutenant Governor

## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

December 1, 2015

CERTIFIED RETURN RECEIPT 7013 3020 0002 3659 6504

Nicholas Lott American Gilsonite Company 29950 South Bonanza Highway Bonanza, Utah 84008

Subject:

Conditional Approval of Permit Transfer, Hardaway Mine, Ziegler Chemical and Mineral

Corporation, S/047/0072, Uintah County, Utah

Dear Mr. Lott:

On November 4, 2015, the Division of Oil, Gas and Mining received an application to transfer the Notice of Intention to Commence Small Mining Operations (NOI) for the referenced project from Ziegler Chemical and Mineral Corporation to American Gilsonite Company. The Division approves the transfer of the NOI conditional on receipt of a reclamation surety and reclamation contract. An inspection is needed to determine the extent of the remaining reclamation liability, if any.

If the outcome of the inspection determines that the site has been regraded and seeded according to Division standards, then the permit may be retired.

Please contact the Division to arrange for an inspection once weather conditions are favorable but no later than about April 1, 2016. If the inspection determines that the site has been adequately reclaimed, the NOI may be retired.

Thank you for cooperation in filing the transfer application. Please refer to file S/47/0072 in any correspondence regarding this operation. Please contact April Abate at 801-538-5214 or me at 801-538-5261 if you have questions regarding this approval.

Sincerely,

Paul Baker

Minerals Program Manager

PBB:aa:pb

cc: Chip Ziegler, Ziegler Chemical and Mineral Corporation (<a href="mailto:chip@zieglerchemical.com">chip@zieglerchemical.com</a>) P:\GROUPS\MINERALS\WP\M047-Uintah\S0470072-Hardaway\final\TRANS-6975-11242015.doc

